

Expert Committee on Brokers and Broker Related Issues

Terms of Reference

To review and make recommendations on the following issues :-

1. Review the developments in the broking profession since introduction of Brokers Regulations in 2002.
2. Review the business practices in broking with particular reference to the adequacy of the existing number of brokers for promoting healthy competition.
3. Review the level of professionalism in the business and recommend further measures to enhance and promote the same.
4. Review the adequacy of the Brokers Regulations and Code of Conduct for Brokers and make recommendations for improvement thereof with particular reference to :-
 - a) Corporate Governance of brokers and prevention of conflict of interest;
 - b) Financial viability of broking companies, adequacy of the existing capital requirement and other prudential controls considered necessary to ensure continuing financial soundness of operations;
 - c) Issues relating to the brokers acting as risk managers/risk management consultants/insurance consultants/claims advisers, etc;
 - d) The levels of brokerage that can be considered fair in a non-tariff marketplace from the points of view of the buyers of insurance, the brokers and insurers;
 - e) Examine the desirability of continuance of the system of composite brokers vis-à-vis their operation;
 - f) Steps to be taken for effective supervision of the brokers by IRDA;
 - g) Review the current reporting forms for brokers and suggest improvements therein;
 - h) Any other matters considered appropriate in the above context.